

State of Misconsin 2005 – 2006 **LEGISLATURE**

LRB-0955/4/5 CMH&RAC:jld&wlj:rs

RMR

DOA:.....Rhodes, BB0252 - Attorney consolidation; transfer to DOA

FOR 2005-07 BUDGET -- NOT READY FOR INTRODUCTION

PS-please oneck auto

AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau

STATE GOVERNMENT

OTHER STATE GOVERNMENT

This bill creates a division of legal services in DOA that is authorized to provide legal services to executive branch agencies. With certain exceptions, this bill transfers all attorney positions and all legal staff positions in executive branch agencies to the division of legal services effective on October 1, 2005, or on the first day of the third month beginning after the bill is enacted, whichever is later. This bill also transfers all positions identified as hearing examiners, hearing officers, or administrative law judges to the division of hearings and appeals in DOA. Attorney positions in DOJ, except for two attorney positions with tax-litigating duties, the Office of the State Public Defender, the PSC, the UW System, the Employment Relations Commission, the State of Wisconsin Investment Board, the Elections Board, the Ethics Board, and the Office of the Governor are exempt, as are all state employees working in an office of a district attorney. In addition, the bill retains a

general counsel position in each of major state agencies.

Under this bill, executive branch agencies that are authorized or required to employ or retain an attorney may do so only in the following ways: (1) employ an attorney in a position authorized by law, (2) contract with DOA for legal services, (3) allow DOJ to furnish legal services if DOJ is required by law to furnish the services, (4) allow or contract with the division of hearings and appeals to furnish legal

forten than such positions in

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services if the division of hearings and appeals is required or authorized by law to furnish the services, or (5) employ or retain any attorney who is not a state employee subject to the approval of the governor.

For further information see the state fiscal estimate, which will be printed as

an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 15.103 (1g) of the statutes is created to read:

15.103 (1g) DIVISION OF LEGAL SERVICES. There is created in the department of administration a division of legal services. The administrator of the division shall be appointed by the secretary of administration in the unclassified service.

SECTION 2. 16.004 (15) of the statutes is created to read:

- 16.004 (15) Legal services. (a) In this subsection, "state agency" means an office, commission, department, independent agency, or board in the executive branch of state government, and includes the building commission.
- (b) The department may provide legal services to state agencies. Annually, the department shall assess each state agency for the cost of the legal services provided to the state agency. The department shall credit all moneys received from state agencies under this paragraph to the appropriation account under s. 20.505 (1) (kr).

Dennis, we think "legal services" includes the preparation of administrative rules.

(c) An attorney employed by the department may prosecute or defend any action brought by or against the state in any matter relating to tax litigation.

You want? Dennis, please carefully review this provision. Is this the authority that

SECTION 3. 20.505 (1) (kr) of the statutes is created to read:

20.505 (1) (kr) Legal services. All moneys received from assessments levied against state agencies under s. 16.004 (15) (b) for legal services provided by the department of administration to be used for providing those legal services.

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****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

SECTION 4. 73.01 (4) (b) of the statutes is amended to read:

73.01 (4) (b) Any matter required to be heard by the commission may be heard by any member of the commission or its a hearing examiner and reported to the commission, and hearings of matters pending before it shall be assigned to members of the commission or its the hearing examiner by the chairperson. Cases other than small claims cases shall be decided by the full commission, except that if one or more members of the commission are unavailable, cases other than small claims cases shall be decided by the member or members assigned by the chairperson prior to the hearing. If the parties have agreed to an oral decision, the member or members conducting the hearing may render an oral decision. Hearings shall be open to the public and all proceedings shall be conducted in accordance with rules of practice and procedure prescribed by the commission. Small claims cases shall be decided by one commissioner assigned by the chairperson prior to the hearing.

SECTION 5. 73.01 (4m) (b) of the statutes is amended to read:

73.01 (4m) (b) No member of the commission, including the chairperson, or its a hearing examiner may receive any salary unless he or she first executes an affidavit at the end of each salary period stating that he or she has complied with the deadlines in par. (a). The affidavit shall be presented to and filed with every official who certifies, in whole or in part, the salary.

Section 6. 73.01 (4m) (c) of the statutes is amended to read:

1	73.01 (4m) (c) If a member of the commission, including the chairperson, or its
2	\underline{a} hearing examiner is unable to comply with the deadline under par. (a), that person
3	shall so certify in the record, and the period is then extended for one additional period
4	not to exceed 90 days.
5	SECTION 7. 85.013 (2) (a) of the statutes is amended to read:
6	85.013 (2) (a) The secretary shall designate employees of the department as
7	hearing examiners to preside over all hearings arising under ch. 344.
8	SECTION 8. 230.08 (2) (e) 1. of the statutes is amended to read:
9	230.08 (2) (e) 1. Administration — 13 14.
10	SECTION 9. 230.08 (2) (eg) of the statutes is created to read:
11	230.08 (2) (eg) A general counsel position in each of the following agencies:
12	1. Department of administration.
13	2. Department of agriculture, trade and consumer protection.
14	3. Department of commerce.
15	4. Department of corrections.
16	6. Department of employee trust funds
17	Department of financial institutions.
18	Department of health and family services.
19	Department of natural resources.
20	Department of regulation and licensing.
21	100 Department of revenue.
22	Department of transportation.
23	Department of workforce development.
24	Office of the commissioner of insurance.
25	SECTION 10. 230.50 of the statutes is created to read:

1	230.50 Agency legal services. If an agency is authorized or required to
2	employ or retain an attorney, the agency may do so only in the following ways:
3	(1) Employ an attorney in a position authorized under s. 16.505.
4	(2) Contract with the department of administration for legal services under s.
5	16.004 (15).
6	(3) Allow the department of justice to furnish legal services if the department
7	of justice is required by law to furnish the services.
8	(4) (a) Allow the division of hearings and appeals created under s. 15.103 (1)
9	to furnish legal services if the division of hearings and appeals is required or
10	authorized by law to furnish the services.
11	(b) Contract under s. 227.43 (1m) for contested case hearing services with the
12	division of hearings and appeals if the agency is not prohibited by law to do so.
	****Note: Dennis we think that s. 227.43 (1m) in current law authorizes the division of hearings and appeals in DOA to do "administrative law judge type work for all agencies." No additional drafting is required.
13	(5) Employ or retain any attorney who is not a state employee subject to s.
14	20.930.
15	SECTION 11. 343.33 (2) of the statutes is amended to read:
16	343.33 (2) Upon the hearing, the department or its a hearing examiner may
17	administer oaths, issue subpoenas for the attendance of witnesses and the
18	production of relevant books and papers and may require a reexamination of the
19	licensee. No law enforcement officer or other witness produced by the person who
20	has requested a hearing to testify on his or her behalf shall be paid a witness fee by
21	the department nor shall any law enforcement officer called to appear for the
22	department be paid any witness fee. All testimony shall be taken and transcribed.

SECTION 9155. Nonstatutory provisions; other.

1	(1) Transfer of attorney and legal staff positions.
2	(a) Definitions. In this subsection:
3	1. "Legal staff" means the individuals as determined by the secretary of
4	administration who provide support services for attorneys.
5	2. "State agency" means an office, commission, department, independent
6	agency, or board in the executive branch of state government, except the following:
7	a. The public service commission.
8	b. The public defender board.
9	c. The Board of Regents of the University of Wisconsin System.
10	d. The University of Wisconsin Hospitals and Clinics Board.
11	e. The state of Wisconsin investment board.
12	f. The office of the governor.
13	g. The elections board.
14	h. The ethics board.
15	i. The department of justice.
16	j. The employment relations commission.
	paragraph (d) 1. already excludes them from the transfer.
17	(b) State agency attorneys and legal staff. Except as provided in paragraph (d)
18	and subject to paragraph (e), on the effective date of this paragraph all attorney
19	positions in state agencies and all legal staff positions in state agencies are
20	transferred to the division of legal services in the department of administration.
21	(c) Department of justice tax litigation attorneys. On the effective date of this
$\widetilde{22}$	paragraph, two attorney positions in the department of justice with duties entailing
23	tax litigation are transferred to the division of legal services in the department of

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administration. The secretary of administration shall identify the positions to be transferred.

- (d) Hearing officers, hearing examiners, and administrative law judges.
- 1. Except as provided in subdivision 2. and subject to paragraph (e), on the effective date of this subdivision all positions identified by the secretary of administration as hearing officers, hearing examiners, or administrative law judges are transferred to the division of hearings and appeals in the department of administration.
- 2. Subdivision 1. does not apply to hearing officers, hearing examiners, or administrative law judges in the department of workforce development.
 - (e) *Exceptions*. Paragraphs (b) and (d) do not apply to any of the following:
- 1. State employees working in an office of a district attorney under section 978.12 (1) (b) or (c) of the statutes.

2. One attorney position in each of the following state agencies, identified by or lead attorney the secretary of administration as the general counsel position:

- a. Department of administration.
 - b. Department of agriculture, trade and consumer protection.
- c. Department of commerce.
 - d. Department of corrections.
- e. Department of employee trust funds.
- f. Department of financial institutions.
 - g. Department of health and family services.
 - h. Department of natural resources.

4. Department of regulation and licensing.

. Department of revenue.

#i. Department of public instruction.

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State of Misconsin

LRB-1710/P1 RAC:kjf:pg

....Kraus, BB0399 – Government Improvement Initiative Lapses FOR 2005-07 BETGET -- NOT READY FOR INTRODUCTION

ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau

STATE GOVERNMENT

Valsu STATE FINANCE

\$487,500° This bill(requires the secretary of administration to lapse or transfer to the general fund from the unencumbered balances of the appropriations, other than sum sufficient appropriations and appropriations of federal revenues, an amount equal to xxxx during the 2005-07 fiscal biennium. The secretary of administration shall lapse or transfer these moneys from allocations for human resources and payroll functions, server and network support, and certain procurement functions that would have been undertaken in that fiscal biennium with funding from those (end insert analysis) appropriations.

For further information see the state fiscal estimate, which will be printed as an appendix to this bill

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 9155. Nonstatutory provisions; other.

(1) Lapse or transfer of certain appropriation balances to the general fund.

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3) SFROM MONEYS ALLOCATED CFOR LEGAL SERVICES

provided in paragraph (b), the secretary of administration shall lapse to the general fund or transfer to the general fund from the unencumbered balances of the appropriations, other than sum sufficient appropriations and appropriations of federal revenues, an amount equal to the during the 2005–07 fiscal biennium.

The secretary of administration shall lapse or transfer these moneys from allocations for human resources and payroll functions, server and network support, and certain procurement functions that would have been undertaken in that fiscal biennium with funding from those appropriations.

(b) The secretary of administration may not lapse or transfer moneys to the general fund from any appropriation under paragraph (a) if the lapse or transfer would violate a condition imposed by the federal government on the expenditure of the moneys or if the lapse or transfer would violate the federal or state constitution.

(END)

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2005 - 2006 **LEGISLATURE**

CMH&RAC:jld&w

DOA:.....Rhodes, BB0252 - Attorney consolidation; transfer to DOA

FOR 2005-07 BUDGET -- NOT READY FOR INTRODUCTION

AN ACT ...; relating to: the budget.

JANNAY Analysis by the Legislative Reference Bureau

STATE GOVERNMENT

OTHER STATE GOVERNMENT

This bill creates a division of legal services in DOA that is authorized to provide legal services to executive branch agencies. With certain exceptions, this bill transfers all attorney positions and all legal staff positions in executive branch agencies to the division of legal services effective on October 1, 2005, or on the first day of the third month beginning after the bill is enacted, whichever is later. This bill also transfers all positions identified as hearing examiners, hearing officers, or administrative law judges, other than such positions in DWD, to the division of hearings and appeals in DOA. Attorney positions in DOJ, except for two attorney positions with tax-litigating duties, the Office of the State Public Defender, the PSC, the UW System, the Employment Relations Commission, the State of Wisconsin Investment Board, the Elections Board, the Ethics Board, and the Office of the Governor are exempt, as are all state employees working in an office of a district attorney. In addition, the bill retains a general counsel or lead attorney position in each of 16 major state agencies and offices.

Under this bill, executive branch agencies that are authorized or required to employ or retain an attorney may do so only in the following ways: (1) employ an attorney in a position authorized by law, (2) contract with DOA for legal services, (3) allow DOJ to furnish legal services if DOJ is required by law to furnish the services,

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(4) allow or contract with the division of hearings and appeals to furnish legal services if the division of hearings and appeals is required or authorized by law to furnish the services, or (5) employ or retain any attorney who is not a state employee subject to the approval of the governor.

This bill also requires the secretary of administration to lapse or transfer to the general fund from the unencumbered balances of the appropriations, other than sum sufficient appropriations and appropriations of federal revenues, an amount equal to \$487,500 during the 2005–07 fiscal biennium. The secretary of administration shall lapse or transfer these moneys from allocations for human resources and payroll functions, server and network support, and certain procurement functions that would have been undertaken in that fiscal biennium with funding from those appropriations.

Callocations for agency legal services and

For further information see the **state** fiscal estimate, which will be printed as

an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 15.103 (1g) of the statutes is created to read:

15.103 (1g) DIVISION OF LEGAL SERVICES. There is created in the department of administration a division of legal services. The administrator of the division shall be appointed by the secretary of administration in the unclassified service.

SECTION 2. 16.004 (15) of the statutes is created to read:

16.004 (15) Legal services. (a) In this subsection, "state agency" means an office, commission, department, independent agency, or board in the executive branch of state government, and includes the building commission.

- (b) The department may provide legal services to state agencies. Annually, the department shall assess each state agency for the cost of the legal services provided to the state agency. The department shall credit all moneys received from state agencies under this paragraph to the appropriation account under s. 20.505 (1) (kr).
- (c) An attorney employed by the department may prosecute or defend any action brought by or against the state in any matter relating to tax litigation.

SECTION 20.505 (1) (kr) of the statutes is created to read:

20.505 (1) (kr) Legal services. All moneys received from assessments levied against state agencies under s. 16.004 (15) (b) for legal services provided by the department of administration to be used for providing those legal services.

****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

SECTION 4. 73.01 (4) (b) of the statutes is amended to read:

73.01 (4) (b) Any matter required to be heard by the commission may be heard by any member of the commission or its a hearing examiner and reported to the commission, and hearings of matters pending before it shall be assigned to members of the commission or its the hearing examiner by the chairperson. Cases other than small claims cases shall be decided by the full commission, except that if one or more members of the commission are unavailable, cases other than small claims cases shall be decided by the member or members assigned by the chairperson prior to the hearing. If the parties have agreed to an oral decision, the member or members conducting the hearing may render an oral decision. Hearings shall be open to the public and all proceedings shall be conducted in accordance with rules of practice and procedure prescribed by the commission. Small claims cases shall be decided by one commissioner assigned by the chairperson prior to the hearing.

SECTION 73.01 (4m) (b) of the statutes is amended to read:

73.01 (4m) (b) No member of the commission, including the chairperson, or its a hearing examiner may receive any salary unless he or she first executes an affidavit at the end of each salary period stating that he or she has complied with the deadlines in par. (a). The affidavit shall be presented to and filed with every official who certifies, in whole or in part, the salary.

1	SECTION 6. 73.01 (4m) (c) of the statutes is amended to read:
2	73.01 (4m) (c) If a member of the commission, including the chairperson, or its
	a hearing examiner is unable to comply with the deadline under par. (a), that person
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4	shall so certify in the record, and the period is then extended for one additional period
5	not to exceed 90 days.
6	SECTION 7. 85.013 (2) (a) of the statutes is amended to read:
7	85.013 (2) (a) The secretary shall designate employees of the department as
8	hearing examiners to preside over all hearings arising under ch. 344.
9	SECTION 8. 230.08 (2) (e) 1. of the statutes is amended to read:
10	230.08 (2) (e) 1. Administration — 13 14.
11	SECTION 9. 230.08 (2) (eg) of the statutes is created to read:
12	230.08 (2) (eg) A general counsel position in each of the following agencies:
13	1. Department of administration.
14	2. Department of agriculture, trade and consumer protection.
15	3. Department of commerce.
16	4. Department of corrections.
17	5. Department of financial institutions.
18	6. Department of health and family services.
19	7. Department of natural resources.
20	8. Department of regulation and licensing.
21	9. Department of revenue.
22	10. Department of transportation.
23	11. Department of workforce development.
24	12. Office of the commissioner of insurance.
25	SECTION 179. 230,50 of the statutes is created to read:

15.04(4)

transferred.

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1	1. "Legal staff" means the individuals as determined by the secretary of
2	administration who provide support services for attorneys.
3 Clean	"State agency" means an office, commission, department, independent
4	agency, or board in the executive branch of state government, except the following:
5	a. The public service commission.
6	b. The public defender board.
7	c. The Board of Regents of the University of Wisconsin System.
8	d. The University of Wisconsin Hospitals and Clinics Board.
9	e. The state of Wisconsin investment board.
10	f. The office of the governor.
11	g. The elections board.
12	h. The ethics board.
13	i. The department of justice.
14	j. The employment relations commission.
15	(b) State agency attorneys and legal staff. Except as provided in paragraph (d)
16	and subject to paragraph (e), on the effective date of this paragraph all attorney
17	positions in state agencies and all legal staff positions in state agencies are
18	transferred to the division of legal services in the department of administration.
19	(c) Department of justice tax litigation attorneys. On the effective date of this
20	paragraph, 2 attorney positions in the department of justice with duties entailing tax
21	litigation are transferred to the division of legal services in the department of
99	administration. The secretary of administration shall identify the positions to be

(d) Hearing officers, hearing examiners, and administrative law judges.

1	1. Except as provided in subdivision 2. and subject to paragraph (e), on the
2	effective date of this subdivision all positions identified by the secretary of
3	administration as hearing officers, hearing examiners, or administrative law judges
4	are transferred to the division of hearings and appeals in the department of
5	administration.
6	2. Subdivision 1. does not apply to hearing officers, hearing examiners, or
7	administrative law judges in the department of workforce development.
8	(e) Exceptions. Paragraphs (b) and (d) do not apply to any of the following:
9	1. State employees working in an office of a district attorney under section
10	978.12 (1) (b) or (c) of the statutes.
11	2. One lead attorney in the office of state employment relations whose duties
12	include the negotiation and interpretation of collective bargaining agreements
13	entered into under subchapter V of chapter 111.
14	3. One attorney position in each of the following state agencies, identified by
15	the secretary of administration as the general counsel or lead attorney position:
16	a. Department of administration.
17	b. Department of agriculture, trade and consumer protection.
18	c. Department of commerce.
19	d. Department of corrections.
20	e. Department of employee trust funds.
21	f. Department of financial institutions.
22	g. Department of health and family services.
23	h. Department of natural resources.
24	i. Department of public instruction.
25	j. Department of regulation and licensing.

ix. Department of feverage.	k.	Department	of revenue.
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- 1. Department of transportation.
- m. Department of veterans affairs.
- n. Department of workforce development.
- o. Office of the commissioner of insurance.
- (f) Incumbents. All incumbent employees holding positions that are transferred under paragraphs (b), (c), and (d) are transferred on the effective date of this paragraph to the department of administration. Employees transferred under these paragraphs have all the rights and the same status under subchapter V of chapter 111 and chapter 230 of the statutes in the department of administration that they enjoyed in their respective state agencies immediately before the transfer. Notwithstanding section 230.28 (4) of the statutes, no employee so transferred who has attained permanent status in class is required to serve a probationary period.
- (g) Materials. On the effective date of this paragraph, all equipment, supplies, and furniture required for the provision of legal services by employees transferred under paragraphs (b), (c), and (d) are transferred to the department of administration. The secretary of administration shall identify the equipment, supplies, and furniture to be transferred.
- (2) Lapse or transfer of certain appropriation balances from moneys allocated for legal services to the general fund.
- (a) Notwithstanding section 20.001 (3) (a) to (c) of the statutes, except as provided in paragraph (b), the secretary of administration shall lapse to the general fund or transfer to the general fund from the unencumbered balances of the appropriations, other than sum sufficient appropriations and appropriations of federal revenues, an amount equal to \$487,500 during the 2005–07 fiscal biennium.

 ALB ALC SABLEMAN, AS defined in Subsection

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- The secretary of administration shall lapse or transfer these moneys from allocations 1 for agency legal services that would have been provided in that fiscal biennium with 2 3 funding from those appropriations.
 - (b) The secretary of administration may not lapse or transfer moneys to the general fund from any appropriation under paragraph (a) if the lapse or transfer would violate a condition imposed by the federal government on the expenditure of the moneys or if the lapse or transfer would violate the federal or state constitution.

SECTION 9455. Effective dates; other.

(1) Transfer of attorney positions. The treatment of sections 15.103 (1g), 16.004 (15), 20.505 (1) (kr), 73.01 (4) (b) and (4m) (b) and (c), 85.013 (2) (a), 230.08 (2) (e) 1. and (eg), 230000 and 343.33 (2) of the statutes and Section 9155 (1) of this act take effect on January 1, 2006.

13 (END)

D- Note Date

RAC: Kf

Dennis Rhodes:

After some reflection, I believe the placement of the section ontlining the attorney placed under s. 15.04/we employment options I is best placed under s. 15.04/we for executive branch agencies for executive branch agencies Jenny's and not in ch. 230. This version per transcorpt Jenny's in structions, Narrows the scope of the NONSTATION 1988 in structions, Finally, I corrected the Analysis.

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-0955/6dn RAC:kjf:ch

January 23, 2005

Dennis Rhodes:

After some reflection, I believe the placement of the section outlining the attorney employment options for executive branch agencies is best placed under s. 15.04 and not in ch. 230. This version of the draft, per Jenny's instructions, also narrows the scope of the nonstatutory lapse language. Finally, I corrected the analysis.

Rick A. Champagne Senior Legislative Attorney Phone: (608) 266–9930

E-mail: rick.champagne@legis.state.wi.us

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-0955/7dn RAC:jld:rs

January 24, 2005

This version simply inserts a reference to "department or independent agency" in s. 15.04 (4) (d) 2.; otherwise, the draft remains unchanged.

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E-mail: rick.champagne@legis.state.wi.us



State of Misconsin 2005 - 2006 LEGISLATURE

LRB-0955/**/** CMH/RAC:jld/wlj/kjf:ch

Today

RMR

 $DOA:.....Rhodes,\,BB0252-Attorney\,consolidation;\,transfer\,to\,DOA$

FOR 2005-07 BUDGET -- NOT READY FOR INTRODUCTION

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AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau STATE GOVERNMENT

OTHER STATE GOVERNMENT

This bill creates a division of legal services in DOA that is authorized to provide legal services to executive branch agencies. With certain exceptions, this bill transfers all attorney positions and all legal staff positions in executive branch agencies to the division of legal services effective on January 1, 2006, or on the first day of the third month beginning after the bill is enacted, whichever is later. This bill also transfers all positions identified as hearing examiners, hearing officers, or administrative law judges, other than such positions in DWD, to the division of hearings and appeals in DOA. Attorney positions in DOJ, except for two attorney positions with tax-litigating duties, the Office of the State Public Defender, the PSC, the UW System, the Employment Relations Commission, the State of Wisconsin Investment Board, the Elections Board, the Ethics Board, and the Office of the Governor are exempt, as are all state employees working in an office of a district attorney. In addition, the bill retains a general counsel or lead attorney position in each of 16 major state agencies and offices.

Under this bill, executive branch agencies that are authorized or required to employ or retain an attorney may do so only in the following ways: (1) employ an attorney in a position authorized by law, (2) contract with DOA for legal services, (3) allow DOJ to furnish legal services if DOJ is required by law to furnish the services,

(4) allow or contract with the division of hearings and appeals to furnish legal services if the division of hearings and appeals is required or authorized by law to furnish the services, or (5) employ or retain any attorney who is not a state employee subject to the approval of the governor.

This bill also requires the secretary of administration to lapse or transfer to the general fund from the unencumbered balances of agency appropriations, other than sum sufficient appropriations and appropriations of federal revenues, an amount equal to \$487,500 during the 2005–07 fiscal biennium. The secretary of administration shall lapse or transfer these moneys from allocations for agency legal services that would have been provided in that fiscal biennium with funding from those appropriations.

For further information see the *state* fiscal estimate, which will be printed as

an appendix to this bill.

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The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 15.04 (4) of the statutes is created to read:

15.04 (4) Legal services. If a department or independent agency is authorized or required to employ or retain an attorney, the department or independent agency may do so only in the following ways:

- (a) Employ an attorney in a position authorized under s. 16.505.
- (b) Contract with the department of administration for legal services under s. 16.004 (15).
- (c) Allow the department of justice to furnish legal services if the department of justice is required by law to furnish the services.
- (d) 1. Allow the division of hearings and appeals created under s. 15.103 (1) to furnish legal services if the division of hearings and appeals is required or authorized by law to furnish the services.
- 2. Contract under s. 227.43 (1m) for contested case hearing services with the division of hearings and appeals if the agency is not prohibited by law to do so.

department or Independent

(e) Employ or retain any attorney who is not a state employee subject to s.
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SECTION 2. 15.103 (1g) of the statutes is created to read:
15.103 (1g) DIVISION OF LEGAL SERVICES. There is created in the department of
administration a division of legal services. The administrator of the division shall
be appointed by the secretary of administration in the unclassified service.
Section 3. 16.004 (15) of the statutes is created to read:
16.004 (15) Legal services. (a) In this subsection, "state agency" means an
office, commission, department, independent agency, or board in the executive
branch of state government, and includes the building commission.
(b) The department may provide legal services to state agencies. Annually, the
department shall assess each state agency for the cost of the legal services provided
to the state agency. The department shall credit all moneys received from state
agencies under this paragraph to the appropriation account under s. $20.505(1)(kr)$.
(c) An attorney employed by the department may prosecute or defend any
action brought by or against the state in any matter relating to tax litigation.
SECTION 4. 20.505 (1) (kr) of the statutes is created to read:
20.505 (1) (kr) Legal services. All moneys received from assessments levied
against state agencies under s. 16.004 (15) (b) for legal services provided by the
department of administration to be used for providing those legal services.
****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
SECTION 5. 73.01 (4) (b) of the statutes is amended to read:
73.01 (4) (b) Any matter required to be heard by the commission may be heard

by any member of the commission or its a hearing examiner and reported to the

commission, and hearings of matters pending before it shall be assigned to members of the commission or its the hearing examiner by the chairperson. Cases other than small claims cases shall be decided by the full commission, except that if one or more members of the commission are unavailable, cases other than small claims cases shall be decided by the member or members assigned by the chairperson prior to the hearing. If the parties have agreed to an oral decision, the member or members conducting the hearing may render an oral decision. Hearings shall be open to the public and all proceedings shall be conducted in accordance with rules of practice and procedure prescribed by the commission. Small claims cases shall be decided by one commissioner assigned by the chairperson prior to the hearing.

SECTION 6. 73.01 (4m) (b) of the statutes is amended to read:

73.01 (4m) (b) No member of the commission, including the chairperson, or its a hearing examiner may receive any salary unless he or she first executes an affidavit at the end of each salary period stating that he or she has complied with the deadlines in par. (a). The affidavit shall be presented to and filed with every official who certifies, in whole or in part, the salary.

Section 7. 73.01 (4m) (c) of the statutes is amended to read:

73.01 (4m) (c) If a member of the commission, including the chairperson, or its a hearing examiner is unable to comply with the deadline under par. (a), that person shall so certify in the record, and the period is then extended for one additional period not to exceed 90 days.

SECTION 8. 85.013 (2) (a) of the statutes is amended to read:

85.013 (2) (a) The secretary shall designate employees of the department as hearing examiners to preside over all hearings arising under ch. 344.

SECTION 9. 230.08 (2) (e) 1. of the statutes is amended to read:

- 1 230.08 (2) (e) 1. Administration 13 <u>14</u>.
- **Section 10.** 230.08 (2) (eg) of the statutes is created to read:
- 3 230.08 (2) (eg) A general counsel position in each of the following agencies:
- 4 1. Department of administration.
- 5 2. Department of agriculture, trade and consumer protection.
- 6 3. Department of commerce.
- 7 4. Department of corrections.
- 8 5. Department of financial institutions.
- 9 6. Department of health and family services.
- 7. Department of natural resources.
- 11 8. Department of regulation and licensing.
- 12 9. Department of revenue.

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- 13 10. Department of transportation.
- 14 11. Department of workforce development.
- 15 12. Office of the commissioner of insurance.
- **SECTION 11.** 343.33 (2) of the statutes is amended to read:
 - 343.33 (2) Upon the hearing, the department or its <u>a</u> hearing examiner may administer oaths, issue subpoenas for the attendance of witnesses and the production of relevant books and papers and may require a reexamination of the licensee. No law enforcement officer or other witness produced by the person who has requested a hearing to testify on his or her behalf shall be paid a witness fee by the department nor shall any law enforcement officer called to appear for the department be paid any witness fee. All testimony shall be taken and transcribed.
- 24 Section 9155. Nonstatutory provisions; other.
- 25 (1) Transfer of attorney and legal staff positions.

transferred.

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1	(a) Definitions. In this subsection:
2	1. "Legal staff" means the individuals as determined by the secretary of
3	administration who provide support services for attorneys.
4	2. "State agency" means an office, commission, department, independent
5	agency, or board in the executive branch of state government, except the following:
6	a. The public service commission.
7	b. The public defender board.
8	c. The Board of Regents of the University of Wisconsin System.
9	d. The University of Wisconsin Hospitals and Clinics Board.
10	e. The state of Wisconsin investment board.
11	f. The office of the governor.
12	g. The elections board.
13	h. The ethics board.
14	i. The department of justice.
15	j. The employment relations commission.
16	(b) State agency attorneys and legal staff. Except as provided in paragraph (d)
17	and subject to paragraph (e), on the effective date of this paragraph all attorney
18	positions in state agencies and all legal staff positions in state agencies are
19	transferred to the division of legal services in the department of administration.
20	(c) Department of justice tax litigation attorneys. On the effective date of this
21	paragraph, 2 attorney positions in the department of justice with duties entailing tax
22	litigation are transferred to the division of legal services in the department of
23	administration. The secretary of administration shall identify the positions to be

(d) Hearing officers, hearing examiners, and administrative law judges.

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1. Except as provided in subdivision 2. and subject to paragraph (e), on the effective date of this subdivision all positions identified by the secretary of administration as hearing officers, hearing examiners, or administrative law judges are transferred to the division of hearings and appeals in the department of administration. 2. Subdivision 1. does not apply to hearing officers, hearing examiners, or administrative law judges in the department of workforce development. (e) *Exceptions*. Paragraphs (b) and (d) do not apply to any of the following: 1. State employees working in an office of a district attorney under section 978.12 (1) (b) or (c) of the statutes. 2. One lead attorney in the office of state employment relations whose duties include the negotiation and interpretation of collective bargaining agreements entered into under subchapter V of chapter 111. 3. One attorney position in each of the following state agencies, identified by the secretary of administration as the general counsel or lead attorney position: a. Department of administration. b. Department of agriculture, trade and consumer protection. c. Department of commerce. d. Department of corrections. e. Department of employee trust funds. f. Department of financial institutions. g. Department of health and family services. h. Department of natural resources. i. Department of public instruction. j. Department of regulation and licensing.

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k.	Department	of	revenue.
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- 1. Department of transportation.
- m. Department of veterans affairs.
- n. Department of workforce development.
- o. Office of the commissioner of insurance.
- (f) Incumbents. All incumbent employees holding positions that are transferred under paragraphs (b), (c), and (d) are transferred on the effective date of this paragraph to the department of administration. Employees transferred under these paragraphs have all the rights and the same status under subchapter V of chapter 111 and chapter 230 of the statutes in the department of administration that they enjoyed in their respective state agencies immediately before the transfer. Notwithstanding section 230.28 (4) of the statutes, no employee so transferred who has attained permanent status in class is required to serve a probationary period.
- (g) Materials. On the effective date of this paragraph, all equipment, supplies, and furniture required for the provision of legal services by employees transferred under paragraphs (b), (c), and (d) are transferred to the department of administration. The secretary of administration shall identify the equipment, supplies, and furniture to be transferred.
- (2) Lapse or transfer of certain appropriation balances from moneys allocated for legal services to the general fund.
- (a) Notwithstanding section 20.001 (3) (a) to (c) of the statutes, except as provided in paragraph (b), the secretary of administration shall lapse to the general fund or transfer to the general fund from the unencumbered balances of the appropriations to state agencies, as defined in subsection (1) (a) 2., other than sum sufficient appropriations and appropriations of federal revenues, an amount equal

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to \$487,500 during the 2005-07 fiscal biennium. The secretary of administration
shall lapse or transfer these moneys from allocations for agency legal services that
would have been provided in that fiscal biennium with funding from those
appropriations.

(b) The secretary of administration may not lapse or transfer moneys to the general fund from any appropriation under paragraph (a) if the lapse or transfer would violate a condition imposed by the federal government on the expenditure of the moneys or if the lapse or transfer would violate the federal or state constitution.

SECTION 9455. Effective dates; other.

(1) Transfer of attorney positions. The treatment of sections 15.04 (4), 15.103 (1g), 16.004 (15), 20.505 (1) (kr), 73.01 (4) (b) and (4m) (b) and (c), 85.013 (2) (a), 230.08 (2) (e) 1. and (eg), and 343.33 (2) of the statutes and Section 9155 (1) of this act take effect on January 1, 2006.

14 (END)

This version simply inserts a reference to
This version simply inserts a reference to
I department or independent agency " in 5. 15.04(4)
I department or independent agency " in 5. 15.04(4)
(d) 2., otherwise, the diaft remains unchanged.

RAC



State of Misconsin 2005 – 2006 LEGISLATURE

CMH/RAC:ild/wlj/kjf:rs

DOA:.....Rhodes, BB0252 - Attorney consolidation; transfer to DOA FOR 2005-07 BUDGET -- NOT READY FOR INTRODUCTION

Mond & cot

AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau STATE GOVERNMENT

OTHER STATE GOVERNMENT

This bill creates a division of legal services in DOA that is authorized to provide legal services to executive branch agencies. With certain exceptions, this bill transfers all attorney positions and all legal staff positions in executive branch agencies to the division of legal services effective on January 1, 2006 for on the first day of the third month beginning after the bill is enacted, whichever is later. This bill also transfers all positions identified as hearing examiners, hearing officers, or administrative law judges, other than such positions in DWD, to the division of hearings and appeals in DOA. Attorney positions in DOJ, except for two attorney positions with tax-litigating duties, the Office of the State Public Defender, the PSC, the UW System, the Employment Relations Commission, the State of Wisconsin Investment Board, the Elections Board, the Ethics Board, and the Office of the Governor are exempt, as are all state employees working in an office of a district attorney. In addition, the bill retains a general counsel or lead attorney position in each of 16 major state agencies and offices.

Under this bill, executive branch agencies that are authorized or required to employ or retain an attorney may do so only in the following ways: (1) employ an attorney in a position authorized by law, (2) contract with DOA for legal services, (3) allow DOJ to furnish legal services if DOJ is required by law to furnish the services,

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(4) allow or contract with the division of hearings and appeals to furnish legal services if the division of hearings and appeals is required or authorized by law to furnish the services, or (5) employ or retain any attorney who is not a state employee subject to the approval of the governor.

This bill also requires the secretary of administration to lapse or transfer to the general fund from the unencumbered balances of agency appropriations, other than sum sufficient appropriations and appropriations of federal revenues, an amount equal to \$487,500 during the 2005–07 fiscal biennium. The secretary of administration shall lapse or transfer these moneys from allocations for agency legal services that would have been provided in that fiscal biennium with funding from those appropriations.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 15.04 (4) of the statutes is created to read:

15.04 (4) Legal services. If a department or independent agency is authorized or required to employ or retain an attorney, the department or independent agency may do so only in the following ways:

- (a) Employ an attorney in a position authorized under s. 16.505.
- (b) Contract with the department of administration for legal services under s.16.004 (15).
- (c) Allow the department of justice to furnish legal services if the department of justice is required by law to furnish the services.
- (d) 1. Allow the division of hearings and appeals created under s. 15.103 (1) to furnish legal services if the division of hearings and appeals is required or authorized by law to furnish the services.
- 2. Contract under s. 227.43 (1m) for contested case hearing services with the division of hearings and appeals if the department or independent agency is not prohibited by law to do so.

1	(e) Employ or retain any attorney who is not a state employee subject to s.
2	20.930.
3	Section 2. 15.103 (1g) of the statutes is created to read:
4	15.103 (1g) DIVISION OF LEGAL SERVICES. There is created in the department of
5	administration a division of legal services. The administrator of the division shall
6	be appointed by the secretary of administration in the unclassified service.
7	Section 3. 16.004 (15) of the statutes is created to read:
8	16.004 (15) Legal services. (a) In this subsection, "state agency" means an
9	office, commission, department, independent agency, or board in the executive
10	branch of state government, and includes the building commission.
11	(b) The department may provide legal services to state agencies. Annually, the
12	department shall assess each state agency for the cost of the legal services provided
13	to the state agency. The department shall credit all moneys received from state
14	agencies under this paragraph to the appropriation account under s. $20.505(1)(kr)$.
15	(c) An attorney employed by the department may prosecute or defend any
16	action brought by or against the state in any matter relating to tax litigation.
17	SECTION 4. 20.505 (1) (kr) of the statutes is created to read:
18	20.505 (1) (kr) Legal services. All moneys received from assessments levied
19	against state agencies under s. 16.004 (15) (b) for legal services provided by the
20	department of administration to be used for providing those legal services.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
21	SECTION 5. 73.01 (4) (b) of the statutes is amended to read:
22	73.01 (4) (b) Any matter required to be heard by the commission may be heard
23	by any member of the commission or its a hearing examiner and reported to the

commission, and hearings of matters pending before it shall be assigned to members of the commission or its the hearing examiner by the chairperson. Cases other than small claims cases shall be decided by the full commission, except that if one or more members of the commission are unavailable, cases other than small claims cases shall be decided by the member or members assigned by the chairperson prior to the hearing. If the parties have agreed to an oral decision, the member or members conducting the hearing may render an oral decision. Hearings shall be open to the public and all proceedings shall be conducted in accordance with rules of practice and procedure prescribed by the commission. Small claims cases shall be decided by one commissioner assigned by the chairperson prior to the hearing.

SECTION 6. 73.01 (4m) (b) of the statutes is amended to read:

73.01 (4m) (b) No member of the commission, including the chairperson, or its a hearing examiner may receive any salary unless he or she first executes an affidavit at the end of each salary period stating that he or she has complied with the deadlines in par. (a). The affidavit shall be presented to and filed with every official who certifies, in whole or in part, the salary.

SECTION 7. 73.01 (4m) (c) of the statutes is amended to read:

73.01 (4m) (c) If a member of the commission, including the chairperson, or its a hearing examiner is unable to comply with the deadline under par. (a), that person shall so certify in the record, and the period is then extended for one additional period not to exceed 90 days.

SECTION 8. 85.013 (2) (a) of the statutes is amended to read:

85.013 (2) (a) The secretary shall designate employees of the department as hearing examiners to preside over all hearings arising under ch. 344.

SECTION 9. 230.08 (2) (e) 1. of the statutes is amended to read:

- 230.08 (2) (e) 1. Administration $13 \underline{14}$. 1 **SECTION 10.** 230.08 (2) (eg) of the statutes is created to read: 2 230.08 (2) (eg) A general counsel position in each of the following agencies: 3 1. Department of administration. 4 2. Department of agriculture, trade and consumer protection. 5 3. Department of commerce. 6 4. Department of corrections. 7 5. Department of financial institutions. 8 6. Department of health and family services. 9 7. Department of natural resources. 10
- 11 8. Department of regulation and licensing.
- 12 9. Department of revenue.

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- 13 10. Department of transportation.
- 14 11. Department of workforce development.
- 15 12. Office of the commissioner of insurance.
- **SECTION 11.** 343.33 (2) of the statutes is amended to read:
 - 343.33 (2) Upon the hearing, the department or its <u>a</u> hearing examiner may administer oaths, issue subpoenas for the attendance of witnesses and the production of relevant books and papers and may require a reexamination of the licensee. No law enforcement officer or other witness produced by the person who has requested a hearing to testify on his or her behalf shall be paid a witness fee by the department nor shall any law enforcement officer called to appear for the department be paid any witness fee. All testimony shall be taken and transcribed.

Section 9155. Nonstatutory provisions; other.

(1) Transfer of attorney and legal staff positions.

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transferred.

1	(a) Definitions. In this subsection:
2	1. "Legal staff" means the individuals as determined by the secretary of
3	administration who provide support services for attorneys.
4	2. "State agency" means an office, commission, department, independent
5	agency, or board in the executive branch of state government, except the following:
6	a. The public service commission.
7	b. The public defender board.
8	c. The Board of Regents of the University of Wisconsin System.
9	d. The University of Wisconsin Hospitals and Clinics Board.
10	e. The state of Wisconsin investment board.
11	f. The office of the governor.
12	g. The elections board.
13	h. The ethics board.
14	i. The department of justice.
15	j. The employment relations commission.
16	(b) State agency attorneys and legal staff. Except as provided in paragraph (d)
17	and subject to paragraph (e), on the effective date of this paragraph all attorney
18	positions in state agencies and all legal staff positions in state agencies are
19	transferred to the division of legal services in the department of administration.
20	(c) Department of justice tax litigation attorneys. On the effective date of this
21	paragraph, 2 attorney positions in the department of justice with duties entailing tax
22	litigation are transferred to the division of legal services in the department of

(d) Hearing officers, hearing examiners, and administrative law judges.

administration. The secretary of administration shall identify the positions to be

1	1. Except as provided in subdivision 2. and subject to paragraph (e), on the
2	effective date of this subdivision all positions identified by the secretary of
3	administration as hearing officers, hearing examiners, or administrative law judges
4	are transferred to the division of hearings and appeals in the department of
5	administration.
6	2. Subdivision 1. does not apply to hearing officers, hearing examiners, or
7	administrative law judges in the department of workforce development.
8	(e) Exceptions. Paragraphs (b) and (d) do not apply to any of the following:
9	1. State employees working in an office of a district attorney under section
10	978.12 (1) (b) or (c) of the statutes.
11	2. One lead attorney in the office of state employment relations whose duties
12	include the negotiation and interpretation of collective bargaining agreements
13	entered into under subchapter V of chapter 111.
14	3. One attorney position in each of the following state agencies, identified by
15	the secretary of administration as the general counsel or lead attorney position:
16	a. Department of administration.
17	b. Department of agriculture, trade and consumer protection.
18	c. Department of commerce.
19	d. Department of corrections.
20	e. Department of employee trust funds.
21	f. Department of financial institutions.
22	g. Department of health and family services. # h. Department of natural resources.
23	# h. Department of natural resources.
24	# i. Department of public instruction.
25	# j. Department of regulation and licensing.

1	# k.	Department	of revenue
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- 2 Department of transportation.
- 3 ______m. Department of veterans affairs.
 - #n. Department of workforce development.
 - 3. Office of the commissioner of insurance.
 - (f) Incumbents. All incumbent employees holding positions that are transferred under paragraphs (b), (c), and (d) are transferred on the effective date of this paragraph to the department of administration. Employees transferred under these paragraphs have all the rights and the same status under subchapter V of chapter 111 and chapter 230 of the statutes in the department of administration that they enjoyed in their respective state agencies immediately before the transfer. Notwithstanding section 230.28 (4) of the statutes, no employee so transferred who has attained permanent status in class is required to serve a probationary period.
 - (g) Materials. On the effective date of this paragraph, all equipment, supplies, and furniture required for the provision of legal services by employees transferred under paragraphs (b), (c), and (d) are transferred to the department of administration. The secretary of administration shall identify the equipment, supplies, and furniture to be transferred.
 - (2) Lapse or transfer of certain appropriation balances from moneys allocated for legal services to the general fund.
 - (a) Notwithstanding section 20.001 (3) (a) to (c) of the statutes, except as provided in paragraph (b), the secretary of administration shall lapse to the general fund or transfer to the general fund from the unencumbered balances of the appropriations to state agencies, as defined in subsection (1) (a) 2., other than sum sufficient appropriations and appropriations of federal revenues, an amount equal

act take effect on January 1, 2006.

to \$487,500 during the 2005-07 fiscal biennium. The secretary of administration	
shall lapse or transfer these moneys from allocations for agency legal services that	
would have been provided in that fiscal biennium with funding from those	
appropriations.	
(b) The secretary of administration may not lapse or transfer moneys to the	
general fund from any appropriation under paragraph (a) if the lapse or transfer	
would violate a condition imposed by the federal government on the expenditure of	
the moneys or if the lapse or transfer would violate the federal or state constitution.	
SECTION 9455. Effective dates; other.	
(1) Transfer of attorney positions. The treatment of sections 15.04 (4), 15.103	
(1g), 16.004 (15), 20.505 (1) (kr), 73.01 (4) (b) and (4m) (b) and (c), 85.013 (2) (a),	
230.08 (2) (e) 1. and (eg), and 343.33 (2) of the statutes and Section 9155 (1) of this	

(END)

Hanaman, Cathlene

From:

Champagne, Rick

Sent:

Monday, January 24, 2005 4:07 PM

To:

Hanaman, Cathlene

Subject:

FW: LRB Draft: 05-0955/7 Attorney consolidation; transfer to DOA

Follow Up Flag: Flag Status:

Follow up Flagged

Cathlene:

Can you increase the atty. draft lapse on pg. 9, line 2 to that amount? I'm doing another redraft. Thanks.

Rick

----Original Message----From: Kraus, Jennifer - DOA

Sent: Monday, January 24, 2005 4:04 PM To: Champagne, Rick; Rhodes, Dennis

05-0955/7dn 05-0955/7

Subject: FW: LRB Draft: 05-0955/7 Attorney consolidat

DOA

n; transfer

Updated lapse estimate - \$723,800. Thanks

----Original Message----

From: Johnston, James

Sent: Monday, January 24, 2005 11:32 AM

To: Kraus, Jennifer - DOA

Subject: FW: LRB Draft: 05-0955/7 Attorney consolidation; transfer to

DOA

----Original Message----

Schlueter, Ron [mailto:Ron.Schlueter@legis.state.wi.us]

Sent: Monday, January 24, 2005 10:59 AM

Rhodes, Dennis To:

Johnston, James; Hanaman, Cathlene; Haugen, Caroline; Merry-Mason, Monica Cc:

LRB Draft: 05-0955/7 Attorney consolidation; transfer to DOA

Following is the PDF version of draft 05-0955/7.



State of Misconsin 2005 - 2006 LEGISLATURE

TODAY

LRB-0955/8 CMH/RAC:jld/wlj/kjf:rs

KMK

DOA:.....Rhodes, BB0252 – Attorney consolidation; transfer to DOA FOR 2005-07 BUDGET -- NOT READY FOR INTRODUCTION

Jan Shring

AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau STATE GOVERNMENT

OTHER STATE GOVERNMENT

This bill creates a division of legal services in DOA that is authorized to provide legal services to executive branch agencies. With certain exceptions, this bill transfers all attorney positions and all legal staff positions in executive branch agencies to the division of legal services effective on January 1, 2006. This bill also transfers all positions identified as hearing examiners, hearing officers, or administrative law judges, other than such positions in DWD, to the division of hearings and appeals in DOA. Attorney positions in DOJ, except for two attorney positions with tax-litigating duties, the Office of the State Public Defender, the PSC, the UW System, the Employment Relations Commission, the State of Wisconsin Investment Board, the Elections Board, the Ethics Board, and the Office of the Governor are exempt, as are all state employees working in an office of a district attorney. In addition, the bill retains a general counsel or lead attorney position in each of 17 major state agencies and offices.

Under this bill, executive branch agencies that are authorized or required to employ or retain an attorney may do so only in the following ways: (1) employ an attorney in a position authorized by law, (2) contract with DOA for legal services, (3) allow DOJ to furnish legal services if DOJ is required by law to furnish the services, (4) allow or contract with the division of hearings and appeals to furnish legal

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services if the division of hearings and appeals is required or authorized by law to furnish the services, or (5) employ or retain any attorney who is not a state employee subject to the approval of the governor.

This bill also requires the secretary of administration to lapse or transfer to the general fund from the unencumbered balances of agency appropriations, other than sum sufficient appropriations and appropriations of federal revenues, an amount equal to \$487.500 during the 2005-07 fiscal biennium. The secretary of administration shall lapse or transfer these moneys from allocations for agency legal services that would have been provided in that fiscal biennium with funding from those appropriations.

For further information see the **state** fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 15.04 (4) of the statutes is created to read:

- 15.04 (4) Legal services. If a department or independent agency is authorized or required to employ or retain an attorney, the department or independent agency may do so only in the following ways:
 - (a) Employ an attorney in a position authorized under s. 16.505.
- (b) Contract with the department of administration for legal services under s. 6 16.004 (15). 7
 - (c) Allow the department of justice to furnish legal services if the department of justice is required by law to furnish the services.
 - (d) 1. Allow the division of hearings and appeals created under s. 15.103 (1) to furnish legal services if the division of hearings and appeals is required or authorized by law to furnish the services.
 - 2. Contract under s. 227.43 (1m) for contested case hearing services with the division of hearings and appeals if the department or independent agency is not prohibited by law to do so.



1	(e) Employ or retain any attorney who is not a state employee subject to s.
2	20.930.
3	SECTION 2. 15.103 (1g) of the statutes is created to read:
4	15.103 (1g) DIVISION OF LEGAL SERVICES. There is created in the department of
5	administration a division of legal services. The administrator of the division shall
6	be appointed by the secretary of administration in the unclassified service.
7	SECTION 3. 16.004 (15) of the statutes is created to read:
8	16.004 (15) Legal services. (a) In this subsection, "state agency" means an
9	office, commission, department, independent agency, or board in the executive
10	branch of state government, and includes the building commission.
11	(b) The department may provide legal services to state agencies. Annually, the
12	department shall assess each state agency for the cost of the legal services provided
13	to the state agency. The department shall credit all moneys received from state
14	agencies under this paragraph to the appropriation account under s. $20.505(1)(kr)$.
15	(c) An attorney employed by the department may prosecute or defend any
16	action brought by or against the state in any matter relating to tax litigation.
17	SECTION 4. 20.505 (1) (kr) of the statutes is created to read:
18	20.505 (1) (kr) Legal services. All moneys received from assessments levied
19	against state agencies under s. 16.004 (15) (b) for legal services provided by the
20	department of administration to be used for providing those legal services.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
21	SECTION 5. 73.01 (4) (b) of the statutes is amended to read:
22	73.01 (4) (b) Any matter required to be heard by the commission may be heard
23	by any member of the commission or its a hearing examiner and reported to the

commission, and hearings of matters pending before it shall be assigned to members of the commission or its the hearing examiner by the chairperson. Cases other than small claims cases shall be decided by the full commission, except that if one or more members of the commission are unavailable, cases other than small claims cases shall be decided by the member or members assigned by the chairperson prior to the hearing. If the parties have agreed to an oral decision, the member or members conducting the hearing may render an oral decision. Hearings shall be open to the public and all proceedings shall be conducted in accordance with rules of practice and procedure prescribed by the commission. Small claims cases shall be decided by one commissioner assigned by the chairperson prior to the hearing.

SECTION 6. 73.01 (4m) (b) of the statutes is amended to read:

73.01 (4m) (b) No member of the commission, including the chairperson, or its a hearing examiner may receive any salary unless he or she first executes an affidavit at the end of each salary period stating that he or she has complied with the deadlines in par. (a). The affidavit shall be presented to and filed with every official who certifies, in whole or in part, the salary.

SECTION 7. 73.01 (4m) (c) of the statutes is amended to read:

73.01 (4m) (c) If a member of the commission, including the chairperson, or its a hearing examiner is unable to comply with the deadline under par. (a), that person shall so certify in the record, and the period is then extended for one additional period not to exceed 90 days.

SECTION 8. 85.013 (2) (a) of the statutes is amended to read:

85.013 (2) (a) The secretary shall designate employees of the department as hearing examiners to preside over all hearings arising under ch. 344.

SECTION 9. 230.08 (2) (e) 1. of the statutes is amended to read:

- 230.08 (2) (e) 1. Administration $\frac{13}{14}$. 1 **SECTION 10.** 230.08 (2) (eg) of the statutes is created to read: 2 230.08 (2) (eg) A general counsel position in each of the following agencies: 3 1. Department of administration. 4 2. Department of agriculture, trade and consumer protection. 5 3. Department of commerce. 6 4. Department of corrections. 7 5. Department of financial institutions. 8 6. Department of health and family services. 9 7. Department of natural resources. 10 8. Department of regulation and licensing. 11 9. Department of revenue. 12 10. Department of transportation. 13 11. Department of workforce development. 14 12. Office of the commissioner of insurance. 15 **Section 11.** 343.33 (2) of the statutes is amended to read: 16 343.33 (2) Upon the hearing, the department or its a hearing examiner may 17 administer oaths, issue subpoenas for the attendance of witnesses and the 18 production of relevant books and papers and may require a reexamination of the 19 licensee. No law enforcement officer or other witness produced by the person who 20 has requested a hearing to testify on his or her behalf shall be paid a witness fee by 21
 - SECTION 9155. Nonstatutory provisions; other.

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(1) Transfer of attorney and legal staff positions.

the department nor shall any law enforcement officer called to appear for the

department be paid any witness fee. All testimony shall be taken and transcribed.

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transferred.

1	(a) Definitions. In this subsection:
2	1. "Legal staff" means the individuals as determined by the secretary of
3	administration who provide support services for attorneys.
4	2. "State agency" means an office, commission, department, independent
5	agency, or board in the executive branch of state government, except the following:
6	a. The public service commission.
7	b. The public defender board.
8	c. The Board of Regents of the University of Wisconsin System.
9	d. The University of Wisconsin Hospitals and Clinics Board.
10	e. The state of Wisconsin investment board.
11	f. The office of the governor.
12	g. The elections board.
13	h. The ethics board.
14	i. The department of justice.
15	j. The employment relations commission.
16	(b) State agency attorneys and legal staff. Except as provided in paragraph (d)
17	and subject to paragraph (e), on the effective date of this paragraph all attorney
18	positions in state agencies and all legal staff positions in state agencies are
19	transferred to the division of legal services in the department of administration.
20	(c) Department of justice tax litigation attorneys. On the effective date of this
21	paragraph, 2 attorney positions in the department of justice with duties entailing tax
22	litigation are transferred to the division of legal services in the department of
23	administration. The secretary of administration shall identify the positions to be

(d) Hearing officers, hearing examiners, and administrative law judges.

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1. Except as provided in subdivision 2. and subject to paragraph (e), on the effective date of this subdivision all positions identified by the secretary of administration as hearing officers, hearing examiners, or administrative law judges are transferred to the division of hearings and appeals in the department of administration. 2. Subdivision 1. does not apply to hearing officers, hearing examiners, or administrative law judges in the department of workforce development. (e) *Exceptions*. Paragraphs (b) and (d) do not apply to any of the following: 1. State employees working in an office of a district attorney under section 978.12 (1) (b) or (c) of the statutes. 2. One lead attorney in the office of state employment relations whose duties include the negotiation and interpretation of collective bargaining agreements entered into under subchapter V of chapter 111. 3. One attorney position in each of the following state agencies, identified by the secretary of administration as the general counsel or lead attorney position: a. Department of administration. b. Department of agriculture, trade and consumer protection. c. Department of commerce. d. Department of corrections. e. Department of employee trust funds. f. Department of financial institutions. g. Department of health and family services. h. Department of military affairs. i. Department of natural resources.

j. Department of public instruction.

1 k. Department	of regulation	and licensing.
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- 1. Department of revenue.
- m. Department of transportation.
- n. Department of veterans affairs.
 - o. Department of workforce development.
 - p. Office of the commissioner of insurance.
- (f) Incumbents. All incumbent employees holding positions that are transferred under paragraphs (b), (c), and (d) are transferred on the effective date of this paragraph to the department of administration. Employees transferred under these paragraphs have all the rights and the same status under subchapter V of chapter 111 and chapter 230 of the statutes in the department of administration that they enjoyed in their respective state agencies immediately before the transfer. Notwithstanding section 230.28 (4) of the statutes, no employee so transferred who has attained permanent status in class is required to serve a probationary period.
- (g) Materials. On the effective date of this paragraph, all equipment, supplies, and furniture required for the provision of legal services by employees transferred under paragraphs (b), (c), and (d) are transferred to the department of administration. The secretary of administration shall identify the equipment, supplies, and furniture to be transferred.
- (2) Lapse or transfer of certain appropriation balances from moneys allocated for legal services to the general fund.
- (a) Notwithstanding section 20.001 (3) (a) to (c) of the statutes, except as provided in paragraph (b), the secretary of administration shall lapse to the general fund or transfer to the general fund from the unencumbered balances of the appropriations to state agencies, as defined in subsection (1) (a) 2., other than sum

-\$1723,800

sufficient appropriations and appropriations of federal revenues, an amount equal to \$487,500 during the 2005–07 fiscal biennium. The secretary of administration shall lapse or transfer these moneys from allocations for agency legal services that would have been provided in that fiscal biennium with funding from those appropriations.

(b) The secretary of administration may not lapse or transfer moneys to the general fund from any appropriation under paragraph (a) if the lapse or transfer would violate a condition imposed by the federal government on the expenditure of the moneys or if the lapse or transfer would violate the federal or state constitution.

SECTION 9455. Effective dates; other.

(1) Transfer of attorney positions. The treatment of sections 15.04 (4), 15.103 (1g), 16.004 (15), 20.505 (1) (kr), 73.01 (4) (b) and (4m) (b) and (c), 85.013 (2) (a), 230.08 (2) (e) 1. and (eg), and 343.33 (2) of the statutes and Section 9155 (1) of this act take effect on January 1, 2006.



State of Misconsin 2005 - 2006 LEGISLATURE

LRB-0955/9 CMH/RAC:jld/wlj/kjf:6446

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DOA:.....Rhodes, BB0252 – Attorney consolidation; transfer to DOA FOR 2005-07 BUDGET -- NOT READY FOR INTRODUCTION

Don't Gen

AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau STATE GOVERNMENT

OTHER STATE GOVERNMENT

This bill creates a division of legal services in DOA that is authorized to provide legal services to executive branch agencies. With certain exceptions, this bill transfers all attorney positions and all legal staff positions in executive branch agencies to the division of legal services effective on January 1, 2006. This bill also transfers all positions identified as hearing examiners, hearing officers, or administrative law judges, other than such positions in DWD, to the division of hearings and appeals in DOA. Attorney positions in DOJ, except for two attorney positions with tax-litigating duties, the Office of the State Public Defender, the PSC, the UW System, the Employment Relations Commission, the State of Wisconsin Investment Board, the Elections Board, the Ethics Board, and the Office of the Governor are exempt, as are all state employees working in an office of a district attorney. In addition, the bill retains a general counsel or lead attorney position in each of 17 major state agencies and offices.

Under this bill, executive branch agencies that are authorized or required to employ or retain an attorney may do so only in the following ways: (1) employ an attorney in a position authorized by law, (2) contract with DOA for legal services, (3) allow DOJ to furnish legal services if DOJ is required by law to furnish the services, (4) allow or contract with the division of hearings and appeals to furnish legal

-724,900

services if the division of hearings and appeals is required or authorized by law to furnish the services, or (5) employ or retain any attorney who is not a state employee

subject to the approval of the governor.

This bill also requires the secretary of administration to lapse or transfer to the general fund from the unencumbered balances of agency appropriations, other than sum sufficient appropriations and appropriations of federal revenues, an amount equal to \$723.600 during the 2005–07 fiscal biennium. The secretary of administration shall lapse or transfer these moneys from allocations for agency legal services that would have been provided in that fiscal biennium with funding from those appropriations.

For further information see the **state** fiscal estimate, which will be printed as

an appendix to this bill.

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The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 15.04 (4) of the statutes is created to read:

15.04 (4) Legal services. If a department or independent agency is authorized or required to employ or retain an attorney, the department or independent agency may do so only in the following ways:

- (a) Employ an attorney in a position authorized under s. 16.505.
- (b) Contract with the department of administration for legal services under s. 16.004 (15).
- (c) Allow the department of justice to furnish legal services if the department of justice is required by law to furnish the services.
- (d) 1. Allow the division of hearings and appeals created under s. 15.103 (1) to furnish legal services if the division of hearings and appeals is required or authorized by law to furnish the services.
- 2. Contract under s. 227.43 (1m) for contested case hearing services with the division of hearings and appeals if the department or independent agency is not prohibited by law to do so.

1	(e) Employ or retain any attorney who is not a state employee subject to s.
2	20.930.
3	Section 2. 15.103 (1g) of the statutes is created to read:
4	15.103 (1g) DIVISION OF LEGAL SERVICES. There is created in the department of
5	administration a division of legal services. The administrator of the division shall
6	be appointed by the secretary of administration in the unclassified service.
7	SECTION 3. 16.004 (15) of the statutes is created to read:
8	16.004 (15) Legal services. (a) In this subsection, "state agency" means an
9	office, commission, department, independent agency, or board in the executive
10	branch of state government, and includes the building commission.
11	(b) The department may provide legal services to state agencies. Annually, the
12	department shall assess each state agency for the cost of the legal services provided
13	to the state agency. The department shall credit all moneys received from state
14	agencies under this paragraph to the appropriation account under s. $20.505(1)(kr)$.
15	(c) An attorney employed by the department may prosecute or defend any
16	action brought by or against the state in any matter relating to tax litigation.
17	SECTION 4. 20.505 (1) (kr) of the statutes is created to read:
18	20.505 (1) (kr) Legal services. All moneys received from assessments levied
19	against state agencies under s. 16.004 (15) (b) for legal services provided by the
20	department of administration to be used for providing those legal services.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
21	SECTION 5. 73.01 (4) (b) of the statutes is amended to read:
22	73.01 (4) (b) Any matter required to be heard by the commission may be heard

by any member of the commission or its \underline{a} hearing examiner and reported to the

commission, and hearings of matters pending before it shall be assigned to members of the commission or its the hearing examiner by the chairperson. Cases other than small claims cases shall be decided by the full commission, except that if one or more members of the commission are unavailable, cases other than small claims cases shall be decided by the member or members assigned by the chairperson prior to the hearing. If the parties have agreed to an oral decision, the member or members conducting the hearing may render an oral decision. Hearings shall be open to the public and all proceedings shall be conducted in accordance with rules of practice and procedure prescribed by the commission. Small claims cases shall be decided by one commissioner assigned by the chairperson prior to the hearing.

SECTION 6. 73.01 (4m) (b) of the statutes is amended to read:

73.01 (4m) (b) No member of the commission, including the chairperson, or its a hearing examiner may receive any salary unless he or she first executes an affidavit at the end of each salary period stating that he or she has complied with the deadlines in par. (a). The affidavit shall be presented to and filed with every official who certifies, in whole or in part, the salary.

SECTION 7. 73.01 (4m) (c) of the statutes is amended to read:

73.01 (4m) (c) If a member of the commission, including the chairperson, or its a hearing examiner is unable to comply with the deadline under par. (a), that person shall so certify in the record, and the period is then extended for one additional period not to exceed 90 days.

SECTION 8. 85.013 (2) (a) of the statutes is amended to read:

85.013 (2) (a) The secretary shall designate employees of the department as hearing examiners to preside over all hearings arising under ch. 344.

SECTION 9. 230.08 (2) (e) 1. of the statutes is amended to read:

1	230.08 (2) (e) 1. Administration — $43 \underline{14}$.
2	SECTION 10. 230.08 (2) (eg) of the statutes is created to read:
3	230.08 (2) (eg) A general counsel position in each of the following agencies:
4	1. Department of administration.
(5)	2. Department of agriculture, trade and consumer protection.
6	3. Department of commerce.
7	4. Department of corrections.
8	5. Department of financial institutions.
9	6. Department of health and family services.
10	7. Department of natural resources.
11	8. Department of regulation and licensing.
12	9. Department of revenue.
13	10. Department of transportation.
14	11. Department of workforce development.
15	12. Office of the commissioner of insurance.
16	SECTION 11. 343.33 (2) of the statutes is amended to read:
17	343.33 (2) Upon the hearing, the department or its a hearing examiner may
18	administer oaths, issue subpoenas for the attendance of witnesses and the
19	production of relevant books and papers and may require a reexamination of the
20	licensee. No law enforcement officer or other witness produced by the person who
21	has requested a hearing to testify on his or her behalf shall be paid a witness fee by
22	the department nor shall any law enforcement officer called to appear for the
23	department be paid any witness fee. All testimony shall be taken and transcribed.
24	Section 9155. Nonstatutory provisions; other.
25	(1) Transfer of attorney and legal staff positions.

1	(a) Definitions. In this subsection:
2	1. "Legal staff" means the individuals as determined by the secretary of
3	administration who provide support services for attorneys.
4	2. "State agency" means an office, commission, department, independent
5	agency, or board in the executive branch of state government, except the following:
6	a. The public service commission.
7	b. The public defender board.
8	c. The Board of Regents of the University of Wisconsin System.
9	d. The University of Wisconsin Hospitals and Clinics Board.
10	e. The state of Wisconsin investment board.
11	f. The office of the governor.
12	g. The elections board.
13	h. The ethics board.
14	i. The department of justice.
15	j. The employment relations commission.
16	(b) State agency attorneys and legal staff. Except as provided in paragraph (d)
17	and subject to paragraph (e), on the effective date of this paragraph all attorney
18	positions in state agencies and all legal staff positions in state agencies are
19	transferred to the division of legal services in the department of administration.
20	(c) Department of justice tax litigation attorneys. On the effective date of this
21	paragraph, 2 attorney positions in the department of justice with duties entailing tax
22	litigation are transferred to the division of legal services in the department of
23	administration. The secretary of administration shall identify the positions to be
24	transferred.

(d) Hearing officers, hearing examiners, and administrative law judges.

1	1. Except as provided in subdivision 2. and subject to paragraph (e), on the
2	effective date of this subdivision all positions identified by the secretary of
3	administration as hearing officers, hearing examiners, or administrative law judges
4	are transferred to the division of hearings and appeals in the department of
5	administration.
6	2. Subdivision 1. does not apply to hearing officers, hearing examiners, or
7	administrative law judges in the department of workforce development.
8	(e) Exceptions. Paragraphs (b) and (d) do not apply to any of the following:
9	1. State employees working in an office of a district attorney under section
10	978.12 (1) (b) or (c) of the statutes.
11	2. One lead attorney in the office of state employment relations whose duties
12	include the negotiation and interpretation of collective bargaining agreements
13	entered into under subchapter V of chapter 111.
14	3. One attorney position in each of the following state agencies, identified by
15	the secretary of administration as the general counsel or lead attorney position:
16	a. Department of administration.
17	 a. Department of administration. b. Department of agriculture, trade and consumer protection. c. Department of commerce.
18	c. Department of commerce.
19	d. Department of corrections.
20	e. Department of employee trust funds.
21	f. Department of financial institutions.
22	g. Department of health and family services.
23	h. Department of military affairs.
24	i. Department of natural resources.
25	j. Department of public instruction.

Section 9155

1	k. Department of regulation and licensing.
2	l. Department of revenue.

- m. Department of transportation.
- n. Department of veterans affairs.
- o. Department of workforce development.
- p. Office of the commissioner of insurance.
- (f) Incumbents. All incumbent employees holding positions that are transferred under paragraphs (b), (c), and (d) are transferred on the effective date of this paragraph to the department of administration. Employees transferred under these paragraphs have all the rights and the same status under subchapter V of chapter 111 and chapter 230 of the statutes in the department of administration that they enjoyed in their respective state agencies immediately before the transfer. Notwithstanding section 230.28 (4) of the statutes, no employee so transferred who has attained permanent status in class is required to serve a probationary period.
- (g) *Materials*. On the effective date of this paragraph, all equipment, supplies, and furniture required for the provision of legal services by employees transferred under paragraphs (b), (c), and (d) are transferred to the department of administration. The secretary of administration shall identify the equipment, supplies, and furniture to be transferred.
- (2) Lapse or transfer of certain appropriation balances from moneys allocated for legal services to the general fund.
- (a) Notwithstanding section 20.001 (3) (a) to (c) of the statutes, except as provided in paragraph (b), the secretary of administration shall lapse to the general fund or transfer to the general fund from the unencumbered balances of the appropriations to state agencies, as defined in subsection (1) (a) 2., other than sum

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sufficient appropriations and appropriations of federal revenues, an amount equal to \$723,800 during the 2005–07 fiscal biennium. The secretary of administration shall lapse or transfer these moneys from allocations for agency legal services that would have been provided in that fiscal biennium with funding from those appropriations.

(b) The secretary of administration may not lapse or transfer moneys to the general fund from any appropriation under paragraph (a) if the lapse or transfer would violate a condition imposed by the federal government on the expenditure of the moneys or if the lapse or transfer would violate the federal or state constitution.

SECTION 9455. Effective dates; other.

(1) Transfer of attorney positions. The treatment of sections 15.04 (4), 15.103 (1g), 16.004 (15), 20.505 (1) (kr), 73.01 (4) (b) and (4m) (b) and (c), 85.013 (2) (a), 230.08 (2) (e) 1. and (eg), and 343.33 (2) of the statutes and Section 9155 (1) of this act take effect on January 1, 2006.

(END)

(TELLIE)

Oute

LKB-0955/10an Cm+/nAC: Kj/

Dennis!
This draft reconciles LRB-0955/9 and LRB-1243/P3.
Both LRB-0955 and LRB-1243 should continue to appear is the compiled bell.

CAMTRAC

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-0955/10dn CMH/RAC:kjf:rs

January 26, 2005

Dennis:

This draft reconciles LRB–0955/9 and LRB–1243/P3. Both LRB–0955 and LRB–1243 should continue to appear in the complied bill.

Cathlene Hanaman Legislative Attorney Phone: (608) 267–9810

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State of Misconsin 2005 - 2006 LEGISLATURE

LRB-0955/10 CMH/RAC:jld/wlj/kjf:rs

DOA:.....Rhodes, BB0252 – Attorney consolidation; transfer to DOA FOR 2005-07 BUDGET -- NOT READY FOR INTRODUCTION

AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau STATE GOVERNMENT

OTHER STATE GOVERNMENT

This bill creates a division of legal services in DOA that is authorized to provide legal services to executive branch agencies. With certain exceptions, this bill transfers all attorney positions and all legal staff positions in executive branch agencies to the division of legal services effective on January 1, 2006. This bill also transfers all positions identified as hearing examiners, hearing officers, or administrative law judges, other than such positions in DWD, to the division of hearings and appeals in DOA. Attorney positions in DOJ, except for two attorney positions with tax-litigating duties, the Office of the State Public Defender, the PSC, the UW System, the Employment Relations Commission, the State of Wisconsin Investment Board, the Elections Board, the Ethics Board, and the Office of the Governor are exempt, as are all state employees working in an office of a district attorney. In addition, the bill retains a general counsel or lead attorney position in each of 17 major state agencies and offices.

Under this bill, executive branch agencies that are authorized or required to employ or retain an attorney may do so only in the following ways: (1) employ an attorney in a position authorized by law, (2) contract with DOA for legal services, (3) allow DOJ to furnish legal services if DOJ is required by law to furnish the services, (4) allow or contract with the division of hearings and appeals to furnish legal

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services if the division of hearings and appeals is required or authorized by law to furnish the services, or (5) employ or retain any attorney who is not a state employee subject to the approval of the governor.

This bill also requires the secretary of administration to lapse or transfer to the general fund from the unencumbered balances of agency appropriations, other than sum sufficient appropriations and appropriations of federal revenues, an amount equal to \$724,900 during the 2005–07 fiscal biennium. The secretary of administration shall lapse or transfer these moneys from allocations for agency legal services that would have been provided in that fiscal biennium with funding from those appropriations.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 15.04 (4) of the statutes is created to read:

15.04 (4) Legal services. If a department or independent agency is authorized or required to employ or retain an attorney, the department or independent agency may do so only in the following ways:

- (a) Employ an attorney in a position authorized under s. 16.505.
- (b) Contract with the department of administration for legal services under s.16.004 (15).
- (c) Allow the department of justice to furnish legal services if the department of justice is required by law to furnish the services.
- (d) 1. Allow the division of hearings and appeals created under s. 15.103 (1) to furnish legal services if the division of hearings and appeals is required or authorized by law to furnish the services.
- 2. Contract under s. 227.43 (1m) for contested case hearing services with the division of hearings and appeals if the department or independent agency is not prohibited by law to do so.

1	(e) Employ or retain any attorney who is not a state employee subject to s.
2	20.930.
3	Section 2. 15.103 (1g) of the statutes is created to read:
4	15.103 (1g) DIVISION OF LEGAL SERVICES. There is created in the department of
5	administration a division of legal services. The administrator of the division shall
6	be appointed by the secretary of administration in the unclassified service.
7	SECTION 3. 16.004 (15) of the statutes is created to read:
8	16.004 (15) Legal services. (a) In this subsection, "state agency" means an
9	office, commission, department, independent agency, or board in the executive
10	branch of state government, and includes the building commission.
11	(b) The department may provide legal services to state agencies. Annually, the
12	department shall assess each state agency for the cost of the legal services provided
13	to the state agency. The department shall credit all moneys received from state
14	agencies under this paragraph to the appropriation account under s. $20.505(1)(kr)$.
15	(c) An attorney employed by the department may prosecute or defend any
16	action brought by or against the state in any matter relating to tax litigation.
17	Section 4. 20.505 (1) (kr) of the statutes is created to read:
18	20.505 (1) (kr) Legal services. All moneys received from assessments levied
19	against state agencies under s. 16.004 (15) (b) for legal services provided by the
20	department of administration to be used for providing those legal services.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
21	Section 5. 73.01 (4) (b) of the statutes is amended to read:
22	73.01 (4) (b) Any matter required to be heard by the commission may be heard
23	by any member of the commission or its a hearing examiner and reported to the

commission, and hearings of matters pending before it shall be assigned to members of the commission or its the hearing examiner by the chairperson. Cases other than small claims cases shall be decided by the full commission, except that if one or more members of the commission are unavailable, cases other than small claims cases shall be decided by the member or members assigned by the chairperson prior to the hearing. If the parties have agreed to an oral decision, the member or members conducting the hearing may render an oral decision. Hearings shall be open to the public and all proceedings shall be conducted in accordance with rules of practice and procedure prescribed by the commission. Small claims cases shall be decided by one commissioner assigned by the chairperson prior to the hearing.

SECTION 6. 73.01 (4m) (b) of the statutes is amended to read:

73.01 (4m) (b) No member of the commission, including the chairperson, or its a hearing examiner may receive any salary unless he or she first executes an affidavit at the end of each salary period stating that he or she has complied with the deadlines in par. (a). The affidavit shall be presented to and filed with every official who certifies, in whole or in part, the salary.

SECTION 7. 73.01 (4m) (c) of the statutes is amended to read:

73.01 (4m) (c) If a member of the commission, including the chairperson, or its a hearing examiner is unable to comply with the deadline under par. (a), that person shall so certify in the record, and the period is then extended for one additional period not to exceed 90 days.

SECTION 8. 85.013 (2) (a) of the statutes is amended to read:

85.013 (2) (a) The secretary shall designate employees of the department as hearing examiners to preside over all hearings arising under ch. 344.

SECTION 9. 230.08 (2) (e) 1. of the statutes is amended to read:

- 230.08 (2) (e) 1. Administration $43 \underline{14}$. 1 **Section 10.** 230.08 (2) (eg) of the statutes is created to read: 2 230.08 (2) (eg) A general counsel position in each of the following agencies: 3 1. Department of administration. 4 2. Department of agriculture, trade, and rural resources. 5 3. Department of commerce. 6 4. Department of corrections. 7 5. Department of financial institutions. 8 6. Department of health and family services. 9 7. Department of natural resources. 10 8. Department of regulation and licensing. 11 9. Department of revenue. 12 10. Department of transportation. 13 11. Department of workforce development. 14 12. Office of the commissioner of insurance. 15 **SECTION 11.** 343.33 (2) of the statutes is amended to read: 16 343.33 (2) Upon the hearing, the department or its a hearing examiner may 17 administer oaths, issue subpoenas for the attendance of witnesses and the 18 production of relevant books and papers and may require a reexamination of the 19 licensee. No law enforcement officer or other witness produced by the person who 20 has requested a hearing to testify on his or her behalf shall be paid a witness fee by 21 the department nor shall any law enforcement officer called to appear for the 22
 - Section 9155. Nonstatutory provisions; other.

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(1) Transfer of attorney and legal staff positions.

department be paid any witness fee. All testimony shall be taken and transcribed.

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1	(a) Definitions. In this subsection:
2	1. "Legal staff" means the individuals as determined by the secretary of
3	administration who provide support services for attorneys.
4	2. "State agency" means an office, commission, department, independent
5	agency, or board in the executive branch of state government, except the following:
6	a. The public service commission.
7	b. The public defender board.
8	c. The Board of Regents of the University of Wisconsin System.
9	d. The University of Wisconsin Hospitals and Clinics Board.
10	e. The state of Wisconsin investment board.
11	f. The office of the governor.
12	g. The elections board.
13	h. The ethics board.
14	i. The department of justice.
15	j. The employment relations commission.
16	(b) State agency attorneys and legal staff. Except as provided in paragraph (d)
17	and subject to paragraph (e), on the effective date of this paragraph all attorney
18	positions in state agencies and all legal staff positions in state agencies are
19	transferred to the division of legal services in the department of administration.
20	(c) Department of justice tax litigation attorneys. On the effective date of this
21	paragraph, 2 attorney positions in the department of justice with duties entailing tax
22	litigation are transferred to the division of legal services in the department of
23	administration. The secretary of administration shall identify the positions to be
24	transferred.

(d) Hearing officers, hearing examiners, and administrative law judges.

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1. Except as provided in subdivision 2. and subject to paragraph (e), on the effective date of this subdivision all positions identified by the secretary of administration as hearing officers, hearing examiners, or administrative law judges are transferred to the division of hearings and appeals in the department of administration. 2. Subdivision 1. does not apply to hearing officers, hearing examiners, or administrative law judges in the department of workforce development. (e) *Exceptions*. Paragraphs (b) and (d) do not apply to any of the following: 1. State employees working in an office of a district attorney under section 978.12 (1) (b) or (c) of the statutes. 2. One lead attorney in the office of state employment relations whose duties include the negotiation and interpretation of collective bargaining agreements entered into under subchapter V of chapter 111. 3. One attorney position in each of the following state agencies, identified by the secretary of administration as the general counsel or lead attorney position: a. Department of administration. b. Department of agriculture, trade, and rural resources. c. Department of commerce. d. Department of corrections. e. Department of employee trust funds. f. Department of financial institutions. g. Department of health and family services. h. Department of military affairs. i. Department of natural resources.

j. Department of public instruction.

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1	k. Department of regulation and licensing.
2	l. Department of revenue.
3	m. Department of transportation.
4	n. Department of veterans affairs.
5	o. Department of workforce development.
6	p. Office of the commissioner of insurance.
7	(f) Incumbents. All incumbent employees holding positions that are
8	transferred under paragraphs (b), (c), and (d) are transferred on the effective date
9	of this paragraph to the department of administration. Employees transferred
10	under these paragraphs have all the rights and the same status under subchapter
11	V of chapter 111 and chapter 230 of the statutes in the department of administration
12	that they enjoyed in their respective state agencies immediately before the transfer.
13	Notwithstanding section 230.28 (4) of the statutes, no employee so transferred who
14	has attained permanent status in class is required to serve a probationary period.
15	(g) Materials. On the effective date of this paragraph, all equipment, supplies,
16	and furniture required for the provision of legal services by employees transferred
17	under paragraphs (b), (c), and (d) are transferred to the department of
18	administration. The secretary of administration shall identify the equipment,
19	supplies, and furniture to be transferred.
20	(2) Lapse or transfer of certain appropriation balances from moneys
21	ALLOCATED FOR LEGAL SERVICES TO THE GENERAL FUND.
22	(a) Notwithstanding section 20.001 (3) (a) to (c) of the statutes, except as

provided in paragraph (b), the secretary of administration shall lapse to the general

fund or transfer to the general fund from the unencumbered balances of the

appropriations to state agencies, as defined in subsection (1) (a) 2., other than sum

act take effect on January 1, 2006.

sufficient appropriations and appropriations of federal revenues, an amount equal		
to \$724,900 during the 2005–07 fiscal biennium. The secretary of administration		
shall lapse or transfer these moneys from allocations for agency legal services that		
would have been provided in that fiscal biennium with funding from those		
appropriations.		
(b) The secretary of administration may not lapse or transfer moneys to the		
general fund from any appropriation under paragraph (a) if the lapse or transfer		
would violate a condition imposed by the federal government on the expenditure of		
the moneys or if the lapse or transfer would violate the federal or state constitution.		
Section 9455. Effective dates; other.		
(1) Transfer of attorney positions. The treatment of sections 15.04 (4), 15.103		
(1g), 16.004 (15), 20.505 (1) (kr), 73.01 (4) (b) and (4m) (b) and (c), 85.013 (2) (a),		

230.08 (2) (e) 1. and (eg), and 343.33 (2) of the statutes and Section 9155 (1) of this

(END)

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